



July 27, 2006

Ms. Anne Stausboll
CalPERS – Investment Office
Attn: External Equity
Lincoln Plaza East
400 Q Street, Suite E4800
Sacramento, CA 95814

RE: International Fixed Income Search

Dear Ms. Anne Stausboll:

Wilshire's policy is to provide you with full disclosure of financial relationships we have with investment management firm(s) participating in your searches that have given Wilshire their disclosure consent. Therefore, attached is a report for 2005 and 2006, through 1st quarter, with the following information:

- Wilshire service(s) provided to the firm(s)
- Total billings for all service(s) provided*
- Any third party soft dollar arrangement among any of the firm(s)

**For more information on our products, please see our website www.wilshire.com.*

It is against our Code of Conduct to share this information with our consulting and funds management divisions; hence, this information is coming directly from the accounting department. We hereby respectfully request that this information (i) not be shared with anyone in Wilshire's consulting and funds management groups; and (ii) be kept confidential to the fullest extent permitted by the law.

If you have any questions regarding this information, please contact me at (310) 260-7369.

Sincerely,

Jae Lee
Accounts Receivable

Cc: Mr. Eric Busay



WILSHIRE ASSOCIATES INCORPORATED CONFLICTS CHECK REPORT

INVESTMENT MANAGER	WAI CLIENT NAME	SERVICE(S) PROVIDED	CLIENT CONSENT	2005 FEES	2006 FEES THROUGH 1ST QTR.	3RD PARTY SOFTS ARRANGEMENT
ALLIANCE BERNSTEIN	ALLIANCE CAPITAL MANAGEMENT	WILSHIRE ATLAS	YES	15,000.00	3,750.00	JP MORGAN SECURITIES
ALLIANCE BERNSTEIN	ALLIANCE CAPITAL MANAGEMENT, L.P.	WILSHIRE ATLAS	YES	77,311.83	20,000.01	JP MORGAN SECURITIES
AVEBURY ASSET MANGEMENT	NOT A CLIENT					
BANK OF IRELAND	NOT A CLIENT					
BLACKROCK	BLACKROCK INTERNATIONAL, LTD. - (CASTLE)	WILSHIRE ATLAS	YES	80,000.04	20,000.01	INSTINET GLOBAL SERVICES
BLACKROCK	STATE STREET RESEARCH & MGMT. CO.	WILSHIRE AXIOM	YES	17,000.00	-	
BLACKROCK	STATE STREET RESEARCH & MGMT. CO.	WILSHIRE EQUITY MANAGEMENT SERVICE	YES	7,500.00	1,875.00	
BRANDYWINE	BRANDYWINE ASSET MANAGEMENT	WILSHIRE ATLAS	YES	81,354.87	21,000.00	
BRANDYWINE	BRANDYWINE ASSET MANAGEMENT	WILSHIRE AXIOM	YES	67,822.58	19,375.02	
CHARTER ATLANTIC GROUP	NOT A CLIENT					
EUROPEAN CREDIT MANAGEMENT	NOT A CLIENT					
EVERGREEN FUND	NOT A CLIENT					
GOLDMAN SACHS	GOLDMAN SACHS ASSET MANAGEMENT	WILSHIRE 5000	YES	42,500.04	10,625.01	
GOLDMAN SACHS	GOLDMAN, SACHS & COMPANY	TUCS	YES	26,602.96	6,657.99	
GOLDMAN SACHS	GOLDMAN, SACHS & COMPANY	WILSHIRE 5000	YES	15,000.00	3,750.00	
GOLDMAN SACHS	GOLDMAN, SACHS & COMPANY	WILSHIRE ATLAS	YES	49,284.66	14,374.98	
		WILSHIRE COMPASS - PENSION CONSULTING DIVISION	YES	36,000.00	9,000.00	
GOLDMAN SACHS	GOLDMAN, SACHS & COMPANY	WILSHIRE REAL ESTATE SECURITIES INDEX	YES	2,000.04	500.01	
INSIGHT INVESTMENTS	NOT A CLIENT					
INVESCO	INVESCO (NY), INC.	WILSHIRE ATLAS	YES	21,000.00	5,250.00	
LOOMIS SAYLES	NOT A CLIENT					
MONDRIAN INVESTMENTS	NOT A CLIENT					
MORGAN STANLEY	MORGAN STANLEY & CO. INCORPORATED	WILSHIRE 5000	YES	29,000.04	7,250.01	
MORGAN STANLEY	MORGAN STANLEY ASSET MGMT.	WILSHIRE ATLAS	YES	2,000.04	500.01	
MORGAN STANLEY	MORGAN STANLEY ASSET MGMT.	WILSHIRE AXIOM	YES	42,459.57	-	
MORGAN STANLEY	MORGAN STANLEY ASSET MGMT.	WILSHIRE EQUITY MANAGEMENT SERVICE	YES	111,201.61	22,374.99	
MORGAN STANLEY	MORGAN STANLEY DEAN WITTER	WILSHIRE REAL ESTATE SECURITIES INDEX	YES	2,499.96	624.99	
OECHSLE	OECHSLE INTERNATIONAL ADVISOR	WILSHIRE ABACUS	YES	35,000.04	8,750.01	
OECHSLE	OECHSLE INTERNATIONAL ADVISOR	WILSHIRE AXIOM	YES	35,000.04	8,750.01	MERILL LNYCH, PIERCE, FENNER & SMITH INC.
PIMCO	PACIFIC INVESTMENT MANAGEMENT CO.	WILSHIRE REAL ESTATE SECURITIES INDEX	YES	2,499.96	624.99	
PMR CAPITAL GROUP	NOT A CLIENT					
PUTNAM INVESTMENTS	PUTNAM INVESTMENTS	WILSHIRE MENTOR	YES	45,000.00	11,250.00	
STRATEGIC FIXED INCOME	NOT A CLIENT					